## EXHIBIT "A" SCHEDULE OF PAYMENTS

## I. WEIGHT COMPUTATION

The Grower shall be paid by MBA on marketable broiler live weight sold. Marketable live weight is defined as total live weight at the processing plant or other recognized scale at MBA's option, minus the total weight condemned (except plant caused) by USDA inspectors.

Condemned whole birds will be charged back based on average live weight of the load. Condemned trim pounds will be charged back at a live weight by using actual trim pounds and dividing by .65 which brings the pounds to a live weight basis.

## II. GROWER FEE SCHEDULE

Each week an average production cost, exclusive of Grower payment, will be calculated on a formula cost basis for all pounds marketed during the calendar week. This cost will be designated as "Weighted Average Formula Cost". Flocks which have experienced exceptional losses due to uncontrollable factors may be eliminated from the "Weighted Average Formula Cost". MBA's decisions as to whether a flock is eliminated or not will be final. The production cost per pound, exclusive of Grower payment, will be calculated on a formula basis for each flock produced under this agreement. This cost will be designated as "Grower Formula Cost".

- A. The Grower payment for a flock with a "Grower Formula Cost" LESS than the "Weighted Average Formula Cost" will be four (4) cents per pound marketable live weight sold PLUS the amount of the difference between the "Grower Formula Cost" and the "Weighted Average Formula Cost". In all cases "Grower Formula Cost" shall be standardized among Growers.
- B. The Grower payment for a flock with a "Grower Formula Cost" MORE than the "Weighted Average Formula Cost" will be four (4) cents per pound marketable live weight sold MINUS the amount of the difference between the "Grower Formula Cost" and the "Weighted Average Formula Cost"
- C. Under no circumstances will the Grower payment be less than 3.8 cents or more than 4.2 cents per pound of marketable meat sold. MBA, at its option, may waive the maximum rate.
- D. Formula Cost shall be determined as follows:

  - Total chicks placed X \_\_\_\_ cents per chick.
    Total pounds of feed used X \_\_\_\_ cents per pound.

The total of the above two costs is divided by total gross pounds meat sold.